



NO. S-231354
VANCOUVER REGISTRY

IN THE SUPREME COURT OF BRITISH COLUMBIA

**IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*,
R.S.C. 1985, c. C-36, AS AMENDED**

AND

**IN THE MATTER OF THE *BUSINESS CORPORATIONS ACT*,
S.B.C. 2002, c.57, AS AMENDED**

AND

**IN THE MATTER OF THE CANADA BUSINESS CORPORATIONS ACT,
R.S.C. 1985, C.-44, AS AMENDED**

AND

**IN THE MATTER OF A PLAN OR COMPROMISE AND ARRANGEMENT OF
CANWEST AEROSPACE INC. AND CAN WEST GLOBAL AIRPARTS INC.**

SUPPLEMENT TO THE FOURTH REPORT OF THE MONITOR

MAY 4, 2023

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INTRODUCTION AND PURPOSE

1. This report (“**Supplement to the Fourth Report**”) has been prepared by FTI Consulting Canada Inc. in its capacity as the court-appointed Monitor (the “**Monitor**”) of CanWest Aerospace Inc. (“**CW Aerospace**”) and Can West Global Airparts Inc. (“**CW Airparts**”) (collectively “**CanWest**” or the “**Petitioners**”) by an order of the Supreme Court of British Columbia (the “**Court**”) pronounced March 8, 2023 (the “**Initial Order**”) pursuant to the *Companies’ Creditors Arrangement Act*, R.S.C. 1985 c.36, as amended (the “**CCAA**”).
2. The purpose of the Supplement to the Fourth Report of the Monitor is to provide this Honourable Court with a revised Third Cash Flow Statement (the “**Fourth Cash Flow Forecast**”) to the version appended as Appendix B to the Fourth Report.
3. The reports of the Monitor and other information in respect of these proceedings are posted on the Monitor’s website at cfcanada.fticonsulting.com/CWA

TERMS OF REFERENCE

4. In preparing this report, the Monitor has relied upon unaudited financial information, other information available to the Monitor and, where appropriate, the Petitioners’ books and records and discussions with various parties (collectively, the “**Information**”).
5. The Monitor has not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the Information in a manner that would comply with Generally Accepted Assurance Standards pursuant to the Chartered Professional Accountants of Canada Handbook.
6. The Monitor has not examined or reviewed financial forecasts and projections referred to in this report in a manner that would comply with the procedures described in the Chartered Professional Accountants of Canada Handbook.

7. Future oriented financial information reported or relied on in preparing this report is based on assumptions regarding future events; actual results may vary from forecast and such variations may be material.
8. Capitalized terms not otherwise defined herein are as defined in the Fourth Report of the Monitor in these CCAA Proceedings dated May 4, 2022.
9. Unless otherwise stated, all monetary amounts contained herein are expressed in Canadian Dollars.

CASH FLOW STATEMENTS

10. The Petitioners, in conjunction with the Monitor, have prepared the Fourth Cash Flow Statement setting out the liquidity requirements and cash position of CanWest for the period May 1, 2023 to June 25, 2023. A copy of the Fourth Cash Flow Statement is attached as Appendix A.
11. A summary of the Fourth Cash Flow Statement is set out in the below table:

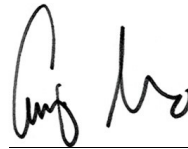
CanWest Cash Flow Statement Fifteen-Week Period Ended June 25, 2023 (CAD)	Weeks 1-7 Actual	Weeks 8-15 Forecast	Weeks 1-15 Total
Opening Cash	80,900	75,177	80,900
Cash Receipts			
Sales	105,008	156,000	261,008
Collection of A/R	62,193	30,000	92,193
Orderly Inventory Liquidation	-	200,000	200,000
Loan Proceeds	39,259	10,000	49,259
Total - Operating Receipts	206,460	396,000	602,460
Cash Disbursements			
Rent	33,359	72,032	105,391
Utilities	1,957	9,301	11,258
Insurance	2,787	12,204	14,991
Plant Labour	59,771	80,544	140,315
Parts	85,085	55,000	140,085
Professional fees	25,000	180,000	205,000
Office Supplies/Packaging Supplies	4,224	20,000	24,224
Total - Operating Disbursements	212,183	429,081	641,263
Total Net Cash Flow	(5,722)	(33,081)	(38,803)
Ending Cash	75,177	42,096	42,096

12. The Fourth Cash Flow Statement is based on the following revisions made to the key assumptions in the Third Cash Flow Statement as follows:

- (a) Orderly Inventory Liquidation relates to the sales of parts, including a transmission estimated to generate USD 100,000, a tail rotor hub estimated to generate USD 18,000 and other miscellaneous items;
- (b) Payment of \$180,000 of Professional Fees are forecast, reducing the reliance upon the Administration Charge; and
- (c) Assumptions for all other line items remain as per the Third Cash Flow Statement detailed in the Monitor's Fourth Report.

All of which is respectfully submitted this 4th day of May, 2023.

FTI Consulting Canada Inc.,
in its capacity as Monitor of CanWest
Aerospace Inc. and Can West Global Airparts
Inc.



Name: Craig Munro
Title: Managing Director,
FTI Consulting Canada Inc.

Appendix A

Fourth Cash Flow Statement

Canwest Aerospace Inc. and Can West Global Airparts Inc.
Cash Flow Statement
For the eight-week period ending June 25, 2023

(CAID)	Week Ending	Notes	Week 8 07-May-23 Forecast	Week 9 14-May-23 Forecast	Week 10 21-May-23 Forecast	Week 11 28-May-23 Forecast	Week 12 04-Jun-23 Forecast	Week 13 11-Jun-23 Forecast	Week 14 18-Jun-23 Forecast	Week 15 25-Jun-23 Forecast	Total 25-Jun-23 Forecast
Opening Cash			75,177	36,384	33,939	53,939	47,227	56,211	46,021	66,021	75,177
Cash Receipts											
Sales	[1]		16,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	156,000
Collection of A/R	[2]		10,000	10,000	10,000	-	-	-	-	-	30,000
Orderly Inventory Liquidation	[3]		-	-	-	-	135,000	35,000	30,000	-	200,000
Loan Proceeds	[4]		10,000	-	-	-	-	-	-	-	10,000
Total - Operating Receipts			36,000	30,000	30,000	20,000	155,000	55,000	50,000	20,000	396,000
Cash Disbursements											
Rent	[5]		36,016	-	-	-	36,016	-	-	-	72,032
Utilities	[6]		6,101	750	-	-	-	2,450	-	-	9,301
Insurance	[7]		6,102	-	-	2,787	-	3,315	-	-	12,204
Plant Labour	[8]		4,074	24,195	-	13,925	-	24,425	-	-	80,544
Parts	[9]		5,000	5,000	7,500	7,500	7,500	7,500	7,500	7,500	55,000
Professional fees	[10]		15,000	-	-	-	100,000	25,000	20,000	20,000	180,000
Office Supplies/Packaging Supplies	[11]		2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	20,000
Total - Operating Disbursements			74,793	32,445	10,000	26,712	146,016	65,190	30,000	43,925	429,081
Total Net Cash Flow			(38,793)	(2,445)	20,000	(6,712)	8,984	(10,190)	20,000	(23,925)	(33,081)
Ending Cash			36,384	33,939	53,939	47,227	56,211	46,021	66,021	42,096	42,096

Tom Jackson, President
Canwest Aerospace Inc. and Can West Global Airparts Inc.

Notes:

Management has prepared this Cash Flow Statement solely for the purposes of determining the liquidity requirements of the Company during the CCAA Proceedings. The Cash Flow Statement is based on the probable and hypothetical assumptions detailed below. Actual results will likely vary from performance projected and such variations may be material.

- [1] Sales relate to the manufacture, sale, repair and installation of parts.
- [2] The majority of accounts receivable outstanding for less than 60 days is expected to be collected within the forecast period.
- [3] Orderly Inventory Liquidation relates to the sales of parts (including a transmission estimated to generate USD 100,000, a tail rotor hub estimated to generate USD 18,000 and other miscellaneous items).
- [4] Loan proceeds relate to monies provided by 0854271 B.C. Ltd. (a related company).
- [5] Rent relates to both the Langley and Abbotsford premises of the Petitioners.
- [6] Utilities relate to the expenditures required to continue to advance work-in-progress.
- [7] Insurance relates to monthly aviation liability coverage and employee extended benefits.
- [8] Plant Labour is assumed to continue at current run rates.
- [9] Parts include items required to complete outstanding work-in-progress.
- [10] Professional fee payments relate to the Petitioners' counsel, Monitor and Monitor's counsel.
- [11] Office Supplies/Packaging Supplies contain miscellaneous expenses.
- [12] All of the above is premised on the assumption access to the Langley Premise is granted.